### Initial IMO GHG strategy — role of alternative fuels in meeting the ambition?







# IMO work to address GHG emissions from ships

- In September 1997 Air Pollution Conference adopted resolution 8 on CO<sub>2</sub> emissions from ships
- Resolution A.963(23) on IMO Policies and Practices Related to the Reduction of Greenhouse Gas Emissions from Ships, adopted by Assembly 23 in December 2003
  - Assembly urged the Marine Environment Protection Committee to identify and develop the mechanism or mechanisms needed to achieve the limitation or reduction of GHG emissions from international shipping and, in doing so, to give priority to:.....

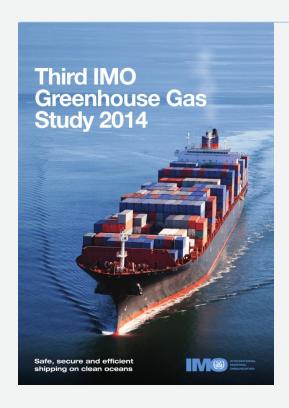
.....the evaluation of technical, operational and market-based solutions

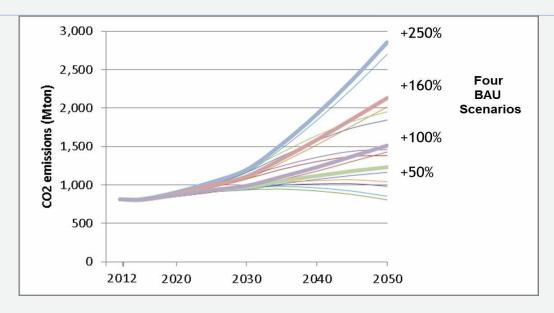
- Resolution A.1110 (30) Strategic Plan, adopted by Assembly in December 2017
  - Strategic Direction 3 Respond to climate change





#### Initial IMO Strategy on Reduction of GHG emissions from ships - context





Ref: Third IMO GHG Study 2014

- ▶ In 2012, CO₂ emissions from international shipping were approx. 800 million tonnes accounting for 2.2% of global CO₂ emissions
- ~300MT of fuel oil used by shipping in 2012
- Negligible energy demand for shipping is met by sustainable low/zero carbon energy
- > Alternative energy sources and/or alternative fuels are key to reducing GHG emissions
- Demand is the key driver for growth in emissions









Shipping Regulators Reach Deal to Cut Carbon Emissions Carbon dioxide from ships at sea to be regulated for first time

For The First Time, Maritime Shipping Has A Climate

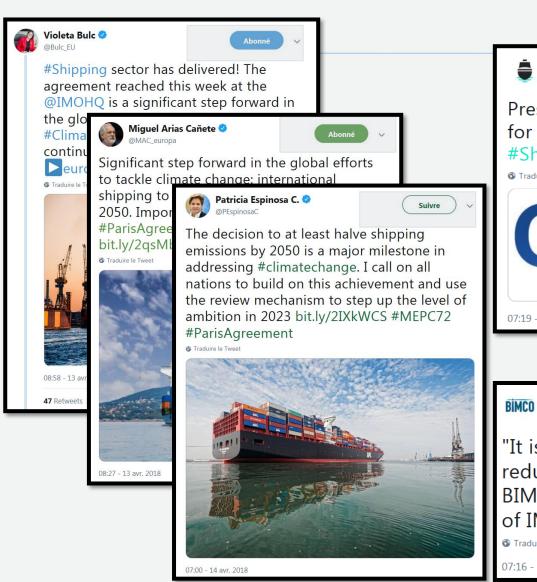
The Washington Post

Carbon emissions from global shipping to be halved by 2050, says IMO

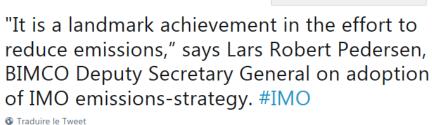
The shipping industry is finally going to cut its climate change emissions. That's a Nations Strike Historic Deal to

**Curb Shipping Emissions** 









07:16 - 13 avr. 2018

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### Initial IMO Strategy on Reduction of GHG emissions from ships

#### 2 VISION

IMO remains committed to reducing GHG emissions from international shipping and, as a matter of urgency, aims to phase them out as soon as possible in this century.



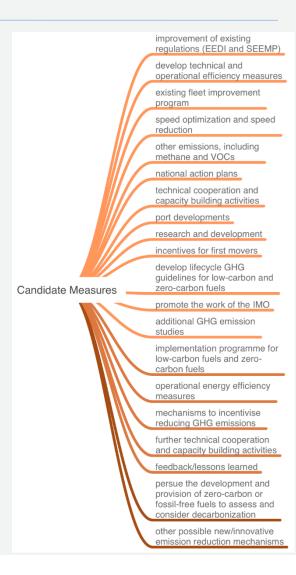
#### **Initial IMO GHG Strategy – levels of ambition**

- .1 carbon intensity of the ship to decline through implementation of further phases of the energy efficiency design index (EEDI) for new ships to review with the aim to strengthen the energy efficiency design requirements for ships with the percentage improvement for each phase to be determined for each ship type, as appropriate;
- **carbon intensity of international shipping to decline** to reduce CO<sub>2</sub> emissions per transport work, as an average across international shipping, by at least 40% by 2030, pursuing efforts towards 70% by 2050, compared to 2008; and
- to peak GHG emissions from international shipping to peak and decline to peak GHG emissions from international shipping as soon as possible and to reduce the total annual GHG emissions by at least 50% by 2050 compared to 2008 whilst pursuing efforts towards phasing them out as called for in the Vision as a point on a pathway of CO<sub>2</sub> emissions reduction consistent with the Paris Agreement temperature goals.



#### Candidate measures

- The Initial Strategy identifies a list of candidate measures with the following timelines:
  - Short-term measures could be finalized and agreed between 2018 and 2023
  - Mid-term measures could be finalized and agreed between 2023 and 2030
  - Long-term measures could be finalized and agreed beyond 2030
- ➤ The revised IMO strategy is to be adopted in 2023.





# Level of ambition 1: carbon intensity of the ship

- EEDI adopted 2011, entered into force 1 January 2013
- ➤ Phase 0 (2013 to 2015) required EEDI = reference line
- Phase 1 (1/1/2015 to 31/12/2019) required EEDI = reference line 10%
- Phase 2 (1/1/2020 to 31/12/2024) required EEDI = reference line 20%
- Phase 3 (from 1/1/2025 onwards) required EEDI = reference line 30%.
- ➤ MEPC 71 established a *Correspondence Group on EEDI Review Beyond Phase 2* to consider a strengthening of the EEDI phase 3 requirements
- MEPC 74 approved, for adoption at MEPC 75, amendments to regulation 21.2 of Annex VI:
  - Phase 3 (30% reduction rate) entry into effect is brought forward to 2022 (from 2025), for the following ship types:
    - Gas carrier of 15,000 DWT and above
    - Containership
    - General cargo ship
    - LNG carrier
    - Cruise passenger ship having non conventional propulsion



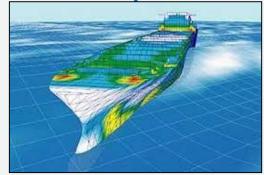
## Level of ambition 1: carbon intensity of the ship

- Amendment, if adopted at MEPC 75, would enhance the phase 3 EEDI reduction rates for containerships as follows:
  - 50% for containership of 200,000 DWT and above
  - 45% for containerships > 120,000 DWT and < 200,000 DWT</li>
  - 40% for containerships > 80,000 DWT and < 120,000 DWT</li>
  - 35% for containerships > 40,000 DWT and < 80,000 DWT

MEPC 74 also agreed terms of reference for a Correspondence Group to look into the introduction of a possible "phase 4" of EEDI requirements







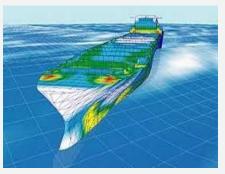


# Level of ambition 2: carbon intensity of international shipping to decline - technical measures for improving energy efficiency

- Improvement of hull form (reduction of propulsion resistance)
- Improvement of engine/propeller (improvement in propulsion efficiency)
- Hull appendage for energy saving
- Waste Heat Recovery
- Utilization of renewable energy, etc.
- Use of LEDs







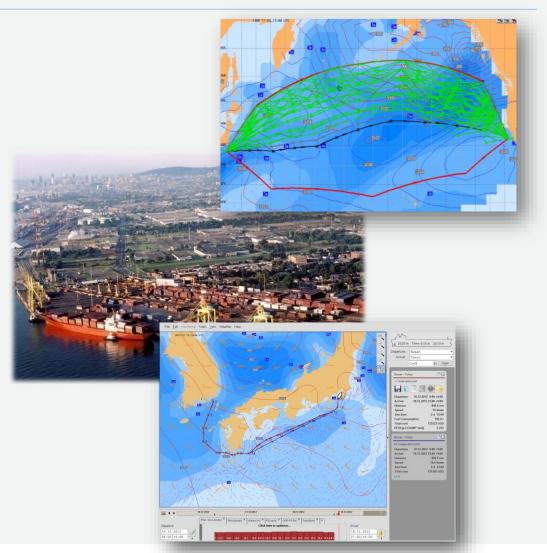






# Carbon intensity of international shipping to decline - operational measures for improving energy efficiency

- Trim & draft optimization
- Optimization of operating plan for each ship or fleet
- Speed optimization
- Weather Routing
- Just in Time arrival in port
- Hull cleaning
- Propeller polishing
- Maintenance of engine





#### **Ports**

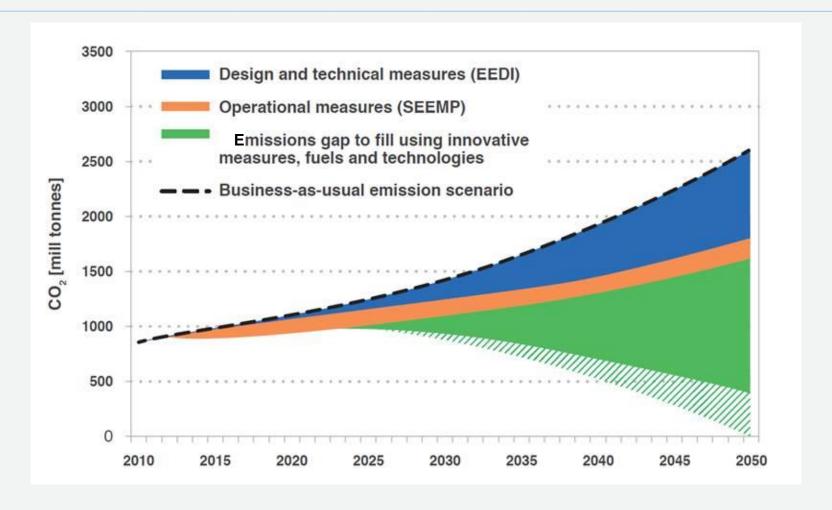
- ➤ MEPC 74 adopted resolution MEPC.323(74) on Invitation to Member States to encourage voluntary cooperation between the port and shipping sectors to contribute to reducing GHG emissions from ships
- ➤ This resolution encourages the port sector to engage in the efforts to reduce GHG emissions from ships. It identifies in particular four possible areas of interest:
  - development of Onshore Power Supply facilities (preferably from renewable sources);
  - provision of safe bunkering of alternative low-carbon and zero-carbon fuels;
  - promotion of port incentives schemes; and
  - optimization of port calls, including facilitation of Just-in-Time arrival of ships.







# Level of ambition 3: at least 50% reduction of absolute GHG emissions by 2050 (requires approximately 85% CO<sub>2</sub> reduction per ship)





#### **Initial IMO GHG Strategy – levels of ambition**

......the Initial Strategy identifies levels of ambition for the international shipping sector noting that technological innovation and the global introduction of alternative fuels and/or energy sources for international shipping will be integral to achieve the overall ambition.......

- .1 carbon intensity of the ship to decline through implementation of further phases of the energy efficiency design index (EEDI) for new ships to review with the aim to strengthen the energy efficiency design requirements for ships with the percentage improvement for each phase to be determined for each ship type, as appropriate;
- **.2 carbon intensity of international shipping to decline** to reduce CO<sub>2</sub> emissions per transport work, as an average across international shipping, by at least 40% by 2030, pursuing efforts towards 70% by 2050, compared to 2008; and
- .3 GHG emissions from international shipping to peak and decline to peak GHG emissions from international shipping as soon as possible and to reduce the total annual GHG emissions by at least 50% by 2050 compared to 2008 whilst pursuing efforts towards phasing them out as called for in the Vision as a point on a pathway of CO<sub>2</sub> emissions reduction consistent with the Paris Agreement temperature goals.



# The "4th propulsion revolution"?









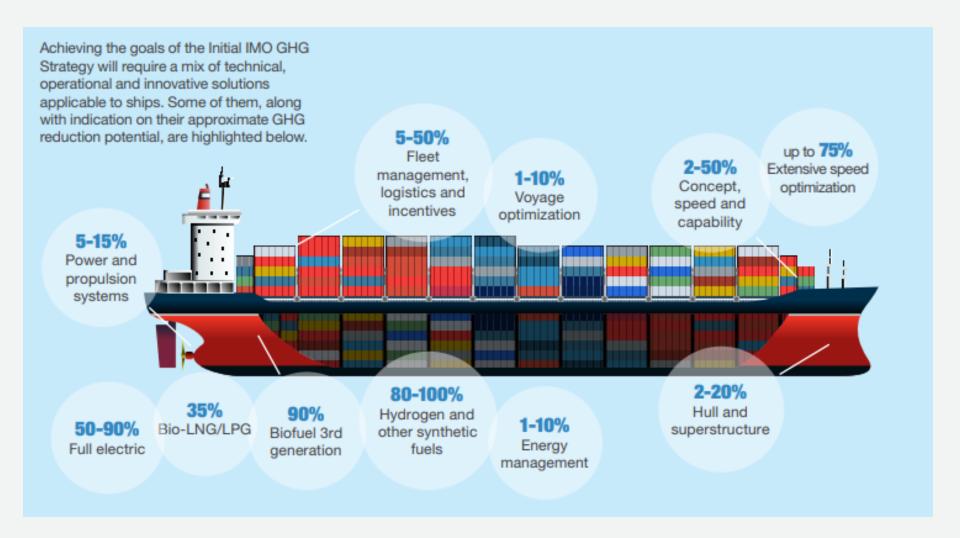








### How to achieve the ambition of the Initial Strategy

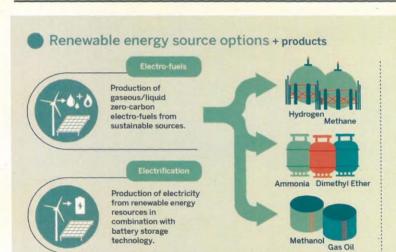




### Zero-carbon fuels for shipping



Using a mix of electro-fuels and electricity, both made from renewable energy, plus some limited bio-fuels, shipping can achieve the IMO GHG target and reduce its emissions further.



#### Bio-fuels + limitations

#### 1st Generation

Produced from food resources, such as wheat and sugar.

Resource competition Life-cycle emissions



#### 4th Generation

2<sup>rd</sup> Generation

and organic waste.

Land use afteration

Resource competition

Produced from bio-mass resources in combination with carbon dioxide capture and storage.

Resource competition Land use alteration



A number of limitations are associated with bio-fuels. That is why electro-fuels and electricity generated from renewable energy are likely the more sustainable option.

3rd Generation

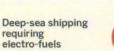
Produced from sustainably cultivated organic materials such as algae.

Life-cycle emissions Commercial viability



requiring

electro-fuels



Large tonnage and considerable range requirements, including large container ships, bulk cargo and gas carriers, larger tankers, cruise ships. RoRo ferries, etc.

urther work is needed to transition the maritime industry to zero-carbon fuels.

renewable energy production &

and reduce costs

Scale up deployment of zero- emission vessels

policy, standards and

Short-sea or domestic shipping

o one solution fits all.

Different solutions suit different

suitable for electrification

range requirements, including small cargo ships and tankers, barges, ferries.

vessel types based on size, power and range requirements. Relatively small tonnage and limited

# Programme of follow-up actions of the initial IMO strategy to 2023 (approved at MEPC 73)

| Streams of activity  | 2018  | 2019  | 2019 2020   |                      | 2021                 | 2022 202           |           |         |
|--|---|---|---|----------------------|----------------------|--------------------|-----------|---------|
|  | MEPC 73   | MEPC 74   | MEPC 75   | MEPC 76              | MEPC 77              | MEPC 78            | MEPC 79   | MEPC 80 |
| Candidate short-term measures (Group A)<br>that can be considered and addressed<br>under existing IMO instruments <sup>2</sup> | Invite concrete proposals   | Consideration of proposals  | A addressed under existing tivic instruments e.g. turner improvement of the existing energy A   |                      |                      |                    |           |         |
| Candidate short-term measures (Group B)<br>that are not work in progress and are<br>subject to data analysis                   | Invite concrete proposals   | Consideration and decisions on candidate short-term measures that are not progress and are subject to data analysis, consistent with the Roadman of proposals  Data analysis, in particular from IMO Fuel Oil Consumption DCS |   |                      |                      |                    |           |         |
| outsysset to duta unalysis   |   |   |   | ata anaiysis, in pan | licular from fivio F | uei Oii Consum<br> | ption DCS |         |
| Candidate short-term measures (Group C)<br>that are not work in progress and are not<br>subject to data analysis               | Invite concrete proposals   | Consideration of proposals  | Consideration and decisions on candidate short-term measures that are not work in progress and are not subject to data analysis e.g. National Action Plans guidelines, lifecycle GHG/carbon intensity guidelines for fuels, research and development <sup>3</sup> |                      |                      |                    |           |         |
| Candidate mid-/long-term measures and action to address the identified barriers  | Invite concrete proposals   | Consideration of proposals including identification of barriers and action to address  Progress made and timelines agreed on the development of mid- and long-term measures   |   |                      |                      |                    |           | of      |
| Impacts on States <sup>4</sup>   | Invite concrete proposals   | Finalization of procedure   | Measure-specific impact assessment, as appropriate, consistent with the Initial Strategy, in particular paragraphs 4.10 to 4.13   |                      |                      |                    |           |         |
| Fourth IMO GHG Study   | Scope   | Initiation of the Study   | Progress<br>report  | Final report         |                      |                    |           |         |
| Capacity-building, technical cooperation, research and development   | Development and implementation of actions including support for assessment of impacts and support for implementation of measures  |   |   |                      |                      |                    |           |         |
| Follow-up actions towards the development of the revised Strategy  | Ship fuel oil consumption data collection pursuant to regulation 22A of MARPOL Annex VI (DCS)  Initiation of revision of the Initial Strategy taking into account IMO DCS data and other relevant information  Adoption of revised strategy |   |   |                      |                      |                    |           |         |

Includes ongoing work pursuant to regulation 21.6 of MARPOL Annex VI.



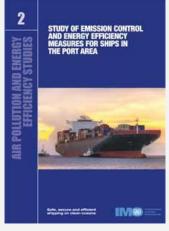
In aiming for early action, the timeline for short-term measures should prioritize potential early measures that the Organization could develop, while recognizing those already adopted, including MARPOL Annex VI requirements relevant for climate change, with a view to achieve further reduction of GHG emissions from international shipping before 2023" (paragraph 4.2 of the Initial Strategy).

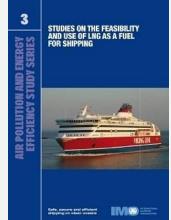
<sup>4</sup> Assessment of impacts on States to be undertaken in accordance with the procedure to be developed by the Organization.

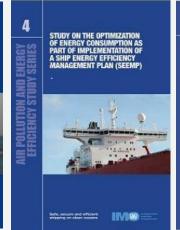
#### **Relevant publications**

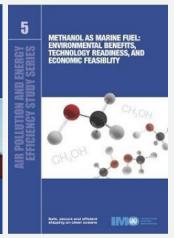
### https://glomeep.imo.org/resources/publications/







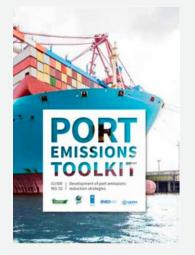


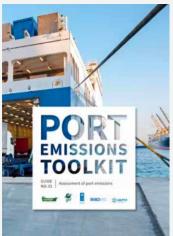














# **Future of shipping**

- enabling environments need to be developed
- current status of maritime technology and future trends include:
  - smarter, data driven, greener ships
  - fully connected wireless onboard & digitally connected via satellite
  - new cleaner fuels
  - new flexible propulsion technologies
  - new materials
- knowledge gap and readiness of maritime companies to effectively deploy new technologies could be addressed through the use of testing/demonstration facilities
- beyond the "hardware" aspect, the role of the seafarer needs greater consideration without which technology cannot be effectively utilised



# Thank you for your attention





